

SMALL BUSINESS LOAN FUND CORPORATION

MINUTES OF THE BOARD OF DIRECTORS

JANUARY 22, 2009

A monthly meeting of the Board of Directors of the Small Business Loan Fund Corporation was held in public session at the offices of the Rhode Island Economic Development Corporation, 315 Iron Horse Way, Suite 101, Providence, Rhode Island on January 22, 2009 at approximately 9:40 a.m.

Present were Board Members: Raymond Fogarty (Chair), Richard DeMerchant, William Parsons and Thomas Stocker. Absent was Edward Rendine. Also present were: Michael Saul, Earl Queenan, Anthony Scolavino, Claudine Tikoian and Alicia Pomfret staff, along with John Garrahy, Legal Counsel.

Mr. Fogarty called the meeting to order at 9:40 a.m.

Adoption of Minutes

The first item to come before the Board was adoption of the Minutes of the Board Meeting held on December 11, 2008. Mr. Parsons motioned to accept the Minutes as presented and to maintain the confidentiality of the Executive Session Minutes, Mr. Stocker

seconded, and the motion was approved.

Cash Position/Portfolio Activity/Delinquency Report and Forbearance Status as of December 31, 2008

Mr. Scolavino performed a review of each of these reports. He gave a verbal update of the status of each company listed on the Forbearance Report.

Approval of Loan Charge Offs

Mr. Scolavino reviewed the proposed listing of Loan Charge Offs. Following review and discussion, a motion was made by Mr. Stocker, was seconded by Mr. Parsons, and was adopted to approve the Loan Charge Offs as presented by Mr. Scolavino.

Meeting Calendar 2009

Mr. Fogarty presented the proposed Meeting Schedule for the Calendar Year 2009. After review, a motion was made by Mr. Parsons, was seconded by Mr. Stocker, and was approved to accept the Schedule as presented.

Other Business

For informational purposes, Mr. Saul discussed the Governor's Stimulus Plan and the related activities of the Rhode Island Economic Development Corporation.

Executive Session

At 10:32 a.m. Mr. Parsons made a motion to move the next portion of the meeting into Executive Session pursuant to the Rhode Island Open Meetings Law 42-46-5(a)(6)

of the General Laws of the State of RI 1956 (1988 Reenactment), as amended.

Mr. Stocker seconded, and the motion passed.

Mr. Bromley exited the meeting.

Return to Public Session

Upon a motion made by Mr. Parsons and seconded by Mr. DeMerchant, the Board voted to return to Public Session at 11:00 a.m.

Mr. Bromley returned to the meeting.

Executive Session Vote Ratification

The next item to come before the Board was the ratification of voting held during the Executive Session. The following votes were presented for ratification:

1. On behalf of Narragansett Technologies, Inc. et al, to extend the loan approval to

March 2, 2009, subject to the conditions contained in the Executive Session Minutes

2. On behalf of American Printing a Division of Branch Graphics -- for a Loan Approval in the amount of \$150,000, subject to the conditions

contained in the Executive Session Minutes

3. On behalf of Colonial Printing Company, Inc. -- to Issue a Loan Approval for \$300,000, subject to the conditions contained in the Executive Session Minutes

Mr. Parsons motioned to ratify the executive session votes, Mr. DeMerchant seconded, and the ratification carried.

Upon a motion made by Mr. Stocker and seconded by Mr. DeMerchant, the Board voted to adjourn. The meeting concluded at 11:01 a.m.

Respectfully submitted,

**Earl F. Queenan, Jr.
Administrator**